STAND. COM. REP. NO.

3356

Honolulu, Hawaii

APR 0 4 2014

RE: H.B. No. 1823

H.D. 1 S.D. 1

Honorable Donna Mercado Kim President of the Senate Twenty-Seventh State Legislature Regular Session of 2014 State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred H.B. No. 1823, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PUBLIC LANDS,"

begs leave to report as follows:

The purpose and intent of this measure is to require nonbinding mediation in disputes regarding the fair market value or fair market rental of public lands.

The measure also specifies the procedures for binding arbitration if mediation does not resolve a dispute regarding fair market rental for the reopening of the rental to be paid on a lease.

Your Committee received written comments in support of this measure from the Hawaii Farm Bureau Federation; David S. De Luz Sr., Enterprises, Inc.; Citizens for Fair Valuation; the Hawaii Aquaculture and Aquaponics Association; the Sand Island Business Association; and three individuals. Written comments in opposition were received from the Department of Land and Natural Resources.

Your Committee finds that mediation should be made available to resolve disputes regarding the fair market value or fair market rental of public lands in transactions involving the Board of Land and Natural Resources and private purchasers, owners, or leaseholders. Your Committee believes that this measure will

HB1823 SD1 SSCR LRB 14-2375.doc



encourage parties to work collaboratively toward mutual solutions in valuation disputes regarding public lands.

Your Committee has amended this measure by:

- (1) Changing the effective date from July 1, 2020, to July 1, 2050, to facilitate further discussion on the measure; and
- (2) Making technical nonsubstantive changes for purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1823, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1823, H.D. 1, S.D. 1.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DAVID Y. IGE Chair

The Senate Twenty-Seventh Legislature State of Hawai'i

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral: Date:				
HB 1823 HDI	WTL/JDL, WAM 3-28-14				
The committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
IGE, David Y. (C)		1			
KIDANI, Michelle N. (VC)					
CHUN OAKLAND, Suzanne					
DELA CRUZ, Donovan M.		V			
ENGLISH, J. Kalani		· ·			
ESPERO, Will					
KAHELE, Gilbert		<u>ن</u>			
KEITH-AGARAN, Gilbert S.C.		1/			
KOUCHI, Ronald D.		V			
RUDERMAN, Russell E.		V			
THIELEN, Laura H.			i		
TOKUDA, Jill N.					1/
SLOM, Sam		/			
		- 4			
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Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature: Thuble Mahani					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes